



**Debt Issuance
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 11
AGENDA DATE: Thu 02/16/2006
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SUBJECT: Approve an ordinance authorizing a three-year extension of the Letter of Credit and Reimbursement Agreement between the City of Austin and JPMorgan Chase Bank related to the \$28,000,000 City of Austin, TX, Airport System Variable Rate Revenue Notes, Series A, and the approval of all related documents.

AMOUNT & SOURCE OF FUNDING: The \$84,671 annual fee is included in the Approved Operating Budget of the Airport Fund.

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Financial and **DIRECTOR'S**
DEPARTMENT: Administrative Services - **AUTHORIZATION:** Vickie Schubert
Treasury

FOR MORE INFORMATION CONTACT: Vickie Schubert, Deputy Financial Officer 974-7822

PRIOR COUNCIL ACTION: On February 6, 2003, the City Council authorized a three-year extension to the original Letter of Credit and Reimbursement Agreement.

BOARD AND COMMISSION ACTION: N/A

On February 5, 1998, the City Council authorized the issuance of \$28,000,000 City of Austin, Texas Airport System Variable Rate Revenue Notes, Series A in order to complete certain projects at the new airport, such as the central plant and telecommunications infrastructure/equipment. On February 6, 2003, the City Council authorized a three-year extension to the original Letter of Credit and Reimbursement Agreement. The approved Letter of Credit and Reimbursement Agreement backing the Variable Rate Notes is scheduled to expire on February 23, 2006. This request will allow the City of Austin to extend the Letter of Credit agreement with JPMorgan Chase through February 23, 2009.